

**CONSOLIDATED INSURANCE TRUST
INVESTMENT PERFORMANCE REPORT AS OF JULY 31, 2005**

	July-05					Current FYTD		Prior Year FY05		3 Years Ended	5 Years Ended
	Allocation		Returns-Month	Returns		Returns		6/30/2005	6/30/2005		
	Market Value	Actual		Policy(1)	Gross	Net	Gross	Net	Gross	Net	Net
LARGE CAP DOMESTIC EQUITY											
Structured Growth											
Los Angeles Capital	21,448,177	1.7%	1.5%	4.35%	4.33%	4.35%	4.33%	7.79%	7.56%	N/A	N/A
Total Structured Growth	21,448,177	1.7%	1.5%	4.35%	4.33%	4.35%	4.33%	7.79%	7.56%	7.46%	-9.18%
Russell 1000 Growth											
				4.89%	4.89%	4.89%	4.89%	1.68%	1.68%	7.26%	-10.36%
Structured Value											
LSV	21,622,981	1.8%	1.5%	4.08%	4.05%	4.08%	4.05%	18.82%	18.35%	14.73%	14.78%
Russell 1000 Value											
				2.89%	2.89%	2.89%	2.89%	14.06%	14.06%	11.00%	6.55%
Russell 1000 Enhanced Index											
Los Angeles Capital	42,242,173	3.4%	3.1%	3.86%	3.84%	3.86%	3.84%	8.17%	7.93%	N/A	N/A
Russell 1000				3.89%	3.89%	3.89%	3.89%	7.92%	7.92%	N/A	N/A
S&P 500 Enhanced Index											
Westridge	41,973,004	3.4%	3.1%	3.77%	3.75%	3.77%	3.75%	6.88%	6.58%	N/A	N/A
S&P 500				3.72%	3.72%	3.72%	3.72%	6.32%	6.32%	N/A	N/A
Index											
State Street	13,905,900			3.71%	3.70%	3.71%	3.70%	6.36%	6.27%	8.22%	-2.45%
Total Index	13,905,900	1.1%	1.0%	3.71%	3.70%	3.71%	3.70%	6.36%	6.27%	8.22%	-2.45%
S&P 500				3.72%	3.72%	3.72%	3.72%	6.32%	6.32%	8.28%	-2.37%
TOTAL LARGE CAP DOMESTIC EQUITY	141,192,235	11.5%	10.2%	3.93%	3.91%	3.93%	3.91%	9.16%	8.89%	9.59%	-0.28%
S&P 500				3.72%	3.72%	3.72%	3.72%	6.32%	6.32%	8.28%	-2.37%
SMALL CAP DOMESTIC EQUITY											
Manager-of-Managers											
SEI	50,415,649	4.1%	3.5%	6.94%	6.87%	6.94%	6.87%	10.21%	9.32%	13.32%	N/A
Russell 2000 + 200bp				6.50%	6.50%	6.50%	6.50%	11.64%	11.64%	15.07%	N/A
TOTAL SMALL CAP DOMESTIC EQUITY	50,415,649	4.1%	3.5%	6.94%	6.87%	6.94%	6.87%	10.21%	9.32%	13.32%	5.50%
Russell 2000				6.34%	6.34%	6.34%	6.34%	9.45%	9.45%	12.81%	5.71%
CONVERTIBLES											
TCW	42	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Merrill Lynch All Convertibles											
						N/A	N/A	N/A	N/A	N/A	N/A
INTERNATIONAL EQUITY											
Large Cap - Active											
Capital Guardian	43,387,532	3.5%	3.2%	3.83%	3.78%	3.83%	3.78%	10.93%	10.32%	7.44%	-3.80%
LSV	43,937,092	3.6%	3.2%	3.45%	3.40%	3.45%	3.40%	N/A	N/A	N/A	N/A
Total Large Cap - Active	87,324,624	7.1%	6.4%	3.64%	3.59%	3.64%	3.59%	13.86%	13.23%	12.39%	7.26%
MSCI EAFE - 50% Hedged				3.40%	3.40%	3.40%	3.40%	14.41%	14.41%	8.84%	-2.61%
Small Cap - Value											
Lazard	10,675,977	0.9%	0.8%	3.97%	3.90%	3.97%	3.90%	19.19%	18.18%	N/A	N/A
Citigroup Broad Market Index < \$2BN				3.90%	3.90%	3.90%	3.90%	21.33%	21.33%	N/A	N/A
Small Cap - Growth											
Vanguard	10,817,365	0.9%	0.8%	4.60%	4.53%	4.60%	4.53%	24.94%	24.11%	N/A	N/A
Citigroup Broad Market Index < \$2BN				3.90%	3.90%	3.90%	3.90%	21.33%	21.33%	N/A	N/A
TOTAL INTERNATIONAL EQUITY	108,817,966	8.9%	8.0%	3.77%	3.71%	3.77%	3.71%	16.03%	15.34%	10.62%	-2.10%
MSCI EAFE - 50% Hedged				3.40%	3.40%	3.40%	3.40%	14.41%	14.41%	8.84%	-2.61%
DOMESTIC FIXED INCOME											
Core Bond											
Western Asset	214,201,018	17.4%	16.6%	-0.50%	-0.52%	-0.50%	-0.52%	7.36%	7.14%	7.36%	8.59%
Lehman Aggregate				-0.91%	-0.91%	-0.91%	-0.91%	6.80%	6.80%	5.75%	7.40%
Index											
Bank of ND	197,527,569	16.1%	15.4%	-0.91%	-0.96%	-0.91%	-0.96%	4.65%	4.08%	5.66%	7.26%
Bank of ND CD'S	15,230,771	1.2%	1.2%	0.35%	0.35%	0.35%	0.35%	3.89%	3.89%	3.68%	4.39%
Total Index	212,758,340	17.3%	16.6%	-0.82%	-0.86%	-0.82%	-0.86%	4.61%	4.08%	5.41%	7.00%
Lehman Gov/Credit (3)				-1.13%	-1.13%	-1.13%	-1.13%	4.80%	4.80%	5.82%	7.35%
BBB Average Quality											
Wells Capital (formerly Strong)	212,777,092	17.3%	16.6%	-0.69%	-0.71%	-0.69%	-0.71%	9.38%	9.14%	9.20%	N/A
Lehman US Credit BAA				-0.74%	-0.74%	-0.74%	-0.74%	8.60%	8.60%	9.42%	N/A
TOTAL DOMESTIC FIXED INCOME	639,736,450	52.1%	50.0%	-0.67%	-0.70%	-0.67%	-0.70%	6.48%	6.23%	7.14%	8.14%
Lehman Gov/Credit				-1.13%	-1.13%	-1.13%	-1.13%	7.26%	7.26%	6.41%	7.70%
TREASURY INFLATION PROTECTED SECURITIES (TIPS)											
Northern Trust Global Investments	133,508,853	10.9%	10.5%	-1.99%	-1.99%	-1.99%	-1.99%	9.27%	9.22%	N/A	N/A
Western	133,503,277	10.9%	10.5%	-2.00%	-2.00%	-2.00%	-2.00%	9.07%	9.07%	N/A	N/A
TOTAL TIPS	267,012,130	21.7%	20.9%	-1.99%	-2.00%	-1.99%	-2.00%	9.18%	9.16%	N/A	N/A
LB US TIPS Index				-2.10%	-2.10%	-2.10%	-2.10%	9.77%	9.77%	N/A	N/A
REAL ESTATE											
JP Morgan	-	0.0%	5.7%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
NCREIF Total Index				1.75%	1.75%	1.75%	1.75%	15.97%	15.97%	N/A	N/A
CASH EQUIVALENTS											
Bank of ND	21,533,193	1.8%	1.7%	0.29%	0.29%	0.29%	0.29%	2.46%	2.46%	1.74%	2.68%
90 Day T-Bill				0.23%	0.23%	0.23%	0.23%	2.15%	2.15%	1.55%	2.62%
TOTAL INSURANCE TRUST	1,228,707,664	100.0%	100.0%	0.25%	0.22%	0.25%	0.22%	7.42%	7.16%	8.33%	4.82%
POLICY TARGET BENCHMARK				-0.03%	-0.03%	-0.03%	-0.03%	8.10%	8.10%	8.00%	5.02%

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) Because each fund within the Insurance Trust has a different policy allocation, the consolidated report reflects a weighted average of all of the funds' policy

(2) Prior to January 1, 2005, the benchmark was First Boston Convertible Index

(3) From April 1, 2004, through June 30, 2005, the benchmark was the LB Intermediate Govt/Credit index.